SENATE SUBSTITUTE FOR HOUSE BILL NO. 6022

A bill to amend 2002 PA 48, entitled

"Metropolitan extension telecommunications rights-of-way oversight act,"

by amending sections 2 and 3 (MCL 484.3102 and 484.3103).

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 2. As used in this act:
- 2 (a) "Authority" means the metropolitan extension
- 3 telecommunications rights-of-way oversight AREAS METROPOLITAN
- 4 authority created in section 3.UNDER THE MICHIGAN METROPOLITAN
- 5 AREAS METROPOLITAN AUTHORITY ACT.
- 6 (b) "Broadband internet access transport services" means the
- 7 broadband transmission of data between an end-user and the end-
- 8 user's internet service provider's point of interconnection at a
- 9 speed of 200 or more kilobits per second to the end-user's

- 1 premises.
- 2 (c) "Commission" means the Michigan public service commission
- 3 in the department of consumer and industry services.LICENSING AND
- 4 REGULATORY AFFAIRS.
- 5 (d) "Exchange" means that term as defined under section 102 of
- 6 the Michigan telecommunications act, 1991 PA 179, MCL 484.2102.
- 7 (e) "Incumbent local exchange carrier" means that term as
- 8 defined under section 251(h) of title II of the communications act
- 9 of 1934, chapter 652, 110 Stat. 61, 47 U.S.C. USC 251.
- 10 (f) "Metropolitan area" means 1 or more municipalities WITHIN
- 11 THIS STATE located, in whole or in part, within a county having a
- 12 population of 10,000 or more or a municipality WITHIN THIS STATE
- 13 that enacts an ordinance or resolution electing to be classified as
- 14 part of a metropolitan area under this act.
- 15 (g) "Municipality" means a township, city, or village.
- 16 (h) "Person" means an individual, corporation, partnership,
- 17 LIMITED PARTNERSHIP, association, LIMITED LIABILITY COMPANY,
- 18 governmental entity, or any other legal entity.
- 19 (i) "Public right-of-way" means the area on, below, or above a
- 20 public roadway, highway, street, alley, easement, or waterway.
- 21 Public right-of-way does not include a federal, state, or private
- 22 right-of-way.
- 23 (j) "Telecommunication facilities" or "facilities" means the
- 24 equipment or personal property, such as copper and fiber cables,
- 25 lines, wires, switches, conduits, pipes, and sheaths, which are
- 26 used to or can generate, receive, transmit, carry, amplify, or
- 27 provide telecommunication services or signals. Telecommunication

- 1 facilities or facilities do not include antennas, supporting
- 2 structures for antennas, equipment shelters or houses, and any
- 3 ancillary equipment and miscellaneous hardware used to provide
- 4 federally licensed commercial mobile service as defined in section
- 5 332(d) of part I of title III of the communications act of 1934,
- 6 chapter 652, 48 Stat. 1064, 47 U.S.C. **USC** 332 and further defined
- 7 as commercial mobile radio service in 47 C.F.R. CFR 20.3, and
- 8 service provided by any wireless, 2-way communications device.
- 9 (k) "Telecommunication provider", "provider", and
- 10 "telecommunication services" mean those terms as defined in section
- 11 102 of the Michigan telecommunications act, 1991 PA 179, MCL
- 12 484.2102. Telecommunication provider does not include a person or
- 13 an affiliate of that person when providing a federally licensed
- 14 commercial mobile radio service as defined in section 332(d) of
- 15 part I of the communications act of 1934, chapter 652, 48 Stat.
- 16 1064, 47 U.S.C. USC 332 and further defined as commercial mobile
- 17 radio service in 47 C.F.R. CFR 20.3, or service provided by any
- 18 wireless, 2-way communication device. For the purposes of this act
- 19 only, a provider also includes all of the following:
- 20 (i) A cable television operator that provides a
- 21 telecommunication service.
- 22 (ii) Except as otherwise provided by this act, a person who
- 23 owns telecommunication facilities located within a public right-of-
- **24** way.
- 25 (iii) A person providing broadband internet transport access
- 26 service.
- 27 (iv) AN INTERNET SERVICE PROVIDER THAT PROVIDES A

1 TELECOMMUNICATION SERVICE.

- Sec. 3. (1) Pursuant to section 27 of article VII of the state 2 3 constitution of 1963 and any other applicable law, the metropolitan 4 extension telecommunications rights of way oversight authority is 5 established as an autonomous agency within the department of consumer and industry services. The director of the authority shall 6 be appointed by the governor for a 4 year term. The director of the 7 authority shall report directly to the governor. The department of 8 9 consumer and industry services shall provide the authority all 10 budget, procurement, and management related functions. The 11 department of consumer and industry services shall also provide 12 suitable offices, facilities, equipment, staff, and supplies for 13 the authority in the city of Lansing. (2) The director of the authority is responsible for carrying 14 15 out the powers and duties of the authority under this act. (1) (3)—THE METROPOLITAN AREAS METROPOLITAN AUTHORITY SHALL 16 EXERCISE THE POWERS, DUTIES, FUNCTIONS, AND RESPONSIBILITIES VESTED 17 IN THE AUTHORITY UNDER THIS ACT. The authority shall coordinate 18 19 public right-of-way matters with municipalities, assess the fees
- 22 facilities in public rights-of-way within a municipality in a
- 23 metropolitan area to recover the costs of using the rights-of-way

fees on telecommunication providers owning telecommunication

required under this act, and have the exclusive power to assess

24 by the provider.

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(2) (4) The authority shall file an annual report of its
activities for the preceding year with the governor and the members
of the legislative committees dealing with energy, technology, and

- 1 telecommunications issues on or before March 1 of each year.
- 2 (3) (5) The authority may promulgate rules for the
- 3 implementation and administration of this act under the
- 4 administrative procedures act of 1969, 1969 PA 306, MCL 24.201 to
- **5** 24.328.
- 6 (4) ON OCTOBER 1, 2013, ALL OF THE FOLLOWING SHALL OCCUR:
- 7 (A) THE POWERS, DUTIES, FUNCTIONS, AND RESPONSIBILITIES VESTED
- 8 IN THE METROPOLITAN EXTENSION TELECOMMUNICATIONS RIGHTS-OF-WAY
- 9 OVERSIGHT AUTHORITY BEFORE OCTOBER 1, 2013 ARE TRANSFERRED TO AND
- 10 VESTED IN THE AUTHORITY.
- 11 (B) ALL RECORDS, PROPERTY, GRANTS, AND UNEXPENDED BALANCES OF
- 12 APPROPRIATIONS, ALLOCATIONS, AND OTHER FUNDS USED, HELD, EMPLOYED,
- 13 AVAILABLE, OR TO BE MADE AVAILABLE TO THE METROPOLITAN EXTENSION
- 14 TELECOMMUNICATIONS RIGHTS-OF-WAY OVERSIGHT AUTHORITY ARE
- 15 TRANSFERRED TO THE AUTHORITY.
- 16 (C) THE METROPOLITAN EXTENSION TELECOMMUNICATIONS RIGHTS-OF-
- 17 WAY OVERSIGHT AUTHORITY IS ABOLISHED.
- 18 (5) THE DIRECTOR OF THE DEPARTMENT OF LICENSING AND REGULATORY
- 19 AFFAIRS SHALL PROVIDE EXECUTIVE DIRECTION AND SUPERVISION FOR THE
- 20 IMPLEMENTATION OF THE TRANSFERS TO THE AUTHORITY UNDER SUBSECTION
- 21 (4).
- 22 (6) THE DIRECTOR OF THE DEPARTMENT OF LICENSING AND REGULATORY
- 23 AFFAIRS SHALL COORDINATE WITH THE EXECUTIVE DIRECTOR OF THE
- 24 METROPOLITAN EXTENSION TELECOMMUNICATIONS RIGHTS-OF-WAY OVERSIGHT
- 25 AUTHORITY TO FACILITATE THE TRANSFERS TO THE AUTHORITY UNDER
- 26 SUBSECTION (4) AND SHALL DEVELOP AND ISSUE A MEMORANDUM OF RECORD
- 27 IDENTIFYING ANY PENDING SETTLEMENTS, ISSUES OF COMPLIANCE WITH

- 1 APPLICABLE FEDERAL AND STATE LAWS AND REGULATIONS, OR OTHER
- 2 OBLIGATIONS RESOLVED BY THE METROPOLITAN EXTENSION
- 3 TELECOMMUNICATIONS RIGHTS-OF-WAY OVERSIGHT AUTHORITY BEFORE THE
- 4 TRANSFERS UNDER SUBSECTION (4).
- 5 (7) STATE DEPARTMENTS, AGENCIES, OFFICERS, AND EMPLOYEES SHALL
- 6 FULLY AND ACTIVELY COOPERATE WITH AND ASSIST THE DIRECTOR OF THE
- 7 DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS IN THE
- 8 IMPLEMENTATION OF TRANSFERS UNDER SUBSECTION (4).
- 9 (8) THE STATE BUDGET DIRECTOR SHALL DETERMINE AND AUTHORIZE
- 10 THE MOST EFFICIENT MANNER POSSIBLE FOR HANDLING FINANCIAL
- 11 TRANSACTIONS AND RECORDS IN THIS STATE'S FINANCIAL MANAGEMENT
- 12 SYSTEM NECESSARY TO IMPLEMENT THE TRANSFERS UNDER SUBSECTION (4).
- 13 (9) ANY SUIT, ACTION, OR OTHER PROCEEDING LAWFULLY COMMENCED
- 14 BY, AGAINST, OR BEFORE ANY ENTITY AFFECTED BY THE TRANSFERS UNDER
- 15 SUBSECTION (4) SHALL NOT ABATE BY REASON OF THE TAKING EFFECT OF
- 16 THE TRANSFERS UNDER SUBSECTION (4). ANY SUIT, ACTION, OR OTHER
- 17 PROCEEDING MAY BE MAINTAINED BY, AGAINST, OR BEFORE THE APPROPRIATE
- 18 SUCCESSOR OF ANY ENTITY AFFECTED BY THE TRANSFERS UNDER SUBSECTION
- 19 (4).
- 20 (10) ALL RULES, REGULATIONS, ORDERS, CONTRACTS, AND AGREEMENTS
- 21 RELATING TO THE FORMER METROPOLITAN EXTENSION TELECOMMUNICATIONS
- 22 RIGHTS-OF-WAY OVERSIGHT AUTHORITY OR THE POWERS, DUTIES, FUNCTIONS,
- 23 AND RESPONSIBILITIES TRANSFERRED UNDER SUBSECTION (4) LAWFULLY
- 24 ADOPTED BEFORE OCTOBER 1, 2013 SHALL CONTINUE IN EFFECT UNTIL
- 25 REVISED, AMENDED, REPEALED, OR RESCINDED BY THE AUTHORITY UNLESS
- 26 PROHIBITED BY LAW.
- 27 Enacting section 1. This amendatory act does not take effect

- 1 unless House Bill No. 6025 of the 96th Legislature is enacted into
- 2 law.